

THE WEATHER FORECAST. Fair and cooler to-day; fair to-merrow. Highest temperature yesteres, 63: lewest, 51.

Detailed weather, mail and marine reports on page 13.

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PRICE TWO CENTS.

# CARNEGIE FUND BANKRUPT, SAYS Prisoner Accused of Attempt-CHURCHMAN

Steel Pension System Has Failed, Too.

MISMANAGEMENT OF BOTH IS CHARGED

PirrisBURG, Pa., April 12.--Monell yre, secretary of the Church Pensystem had done it to disadvantage of employees; and ther that the Carnegie Foundation rposes for which it was established. | caped. criticising the United made in three radical par-

handle the fund Mr. tions, and had published such re-

culars. He added that the changes

for a generation if it had even vast resources of the Carnegie oration-\$125,000,000. The parts of Mr. Sayre's address?

commanded keen attention by his Jury Finds Abarno and Carbone lience were as follows:

Pittsburg the first item I read in the y newspapers was the announce-For several years I have known that

ion with great severity, but less the actual announcement me to me as a positive shock, No excuses avail. Human longevity mercy.

ncreased noticeably within the years. Even the rate of inerest has not fallen. The fact cannot be lead that the United States Steel ent study, lacking scientific guid-

petsions the Steel Corporation was off Bown ground; its business is to manu-

olleges. He committed this purpose to the best hands he thought that he could the presidents of twenty-five lead-American universities, Harvard, Columbia, University of Pennsyl-Magistrate of the United t their disposal, Mr. Carnegie rnegie Foundation, and the Carnegie

Would Make Expert Weep. t never occurred to these heads of nothing but generalizations ons made; at least their

stem is described, would expert weep, that is if ev even of the 125 ad-

proved. For a penyears is a very mod-ill pension experience liquors until after the war is over. The Carnegie Foundation than the income of the Government Purposes Conservation 00 of the Carnegle Corpora-

lyde Furst, secretary of the Carnegie ation for the Advantage and the ling, denied in New York last night

harmsterized Mr. Sayre's and inflated guesses liquors in saloons, away with him." Incident. \$10,000,000 with which It

usion fund from the financial

ing to Run Taxicab Containing Woman Into River.

NEWARK, N. J., April 12 .- Accused by her in the Passale River this afternoon then hurling her from the automobile and trying to run over her, Matthew Latimer, 24 years old, a taxicab owner of 725 North Sixth street, is under arrest charged with atrocious assault and

Mrs. Elsie Latimer, who is 22 years old, told the police that about noon her husband stopped at their home and asked her to take a ride. She sat with him on the front seat. When the automobile reached the Erie Railroad bridge openly assumed to-day the reins of over the Hackensack River, Mrs. Lati- government in reality, and at a conmer says, her husband tried to run the ference lasting more than three hours taxi into the river. She grasped the in the Executive Chamber he overthrew steering wheel and turned the automo- at least two of the important legislative rg to-day at the Hotel Schenley by bile back to the street. Her husband at the United States became so angry, she asserts, that he tion threw her from the machine and tried to back the taxicab upon her.

ates Steel Corporation's alteration to a telephone and called the police sta- the actual leadership the Legislature tion. She told what had happened and will not pass any bill amending the business corporation in gave the number of her husband's taxi- election law and providing for a cab. Latimer was arrested and taken referendum on the question of reconto the Second precinct station

Secretary of State Bryan's participa- approved. undation designed to ease the old tion in the prohibition campaign is "severely criticised and condemned," the Governor would not accept was the orprofessors in this campaign itself is declared "unworthy ganization bill proposing to consolidate Sayre said flatly that of a free country" and President Wilson is petitioned to put a stop to his premier's anti-alcoholic propaganda in under a three headed "industrial comthat the eminent board had failed Trenton, N. J., Turn Hall. A copy of there was introduced in the Senate to-

unanimously opposed to woman suffrage. Labor Department and Workmen's Com-Plans were discussed for a nationwide movement to bring the German-Americans in closer touch with the representing labor and five representing le asserted that the pension system Irish element, the heads of the various employers—to be named by the Govlocal branches being instructed to "go ernor, the board to act in an advisory hand in hand with the Irish in the capacity to the industrial commission furtherance of common interests."

### BOMB PLACERS CONVICTED.

Guilty in Cathedral Case.

were found guilty in General Sessions disadyantage of its em- Patrick's Cathedral on the morning of on their own initiative, without any un March 2, when 700 persons were at mass. The extreme penalty for their offence is twenty-five years in State the pension system of the Steel prison, but it is deemed unlikely that fixed scheme of legislation

evening and remained out for one hour. sine die by the end of next week, leaving when they were permitted to go to the the Capitol clear for the constitution Moration started a great pension Broadway Central Hotel for dinner, convent They resumed their deliberations at 9

But it may be answered that in for his opinion as to the status in this case of Detective Polignani. It had sisting of Senators Brown, the been alleged in defence of Abarno and sisting of Senators Brown, the cure steel, so I turn to my other Carbone that the detective was the

Ten years ago this week Andrew after to do as he did so long as he was wisconing the professors in American wisees. He committed this purpose to best hands he does to the purpose of the purpose of the professors in American without criminal intent and for the purpose of the p returned within five minutes after

Abarno and Carbone were remanded ania, your own University of Pittsburg for sentence on April 19. Their convic-nd the then president of Princeton, now tion is the first under the law which went into effect on September 1 last, fixing a penalty of twenty-five years for a person convicted of endangering life placing a bomb. The court room was when the jury came in, but Ben Reitman was the only prominent anarchist recognized. There was no demon the part of the friends

#### ALL BRITAIN MAY GO DRY. Cabinet Now Considering Plan to was substituted to-night. Take Over Breweries.

Special Cable Despatch to THE SES LONDON, April 12 .- The Daily News, a Radical paper, confirms the report published yesterday by the Express that the did service laws of the State are carried out.

All employees of the Labor Department Radical paper, confirms the report pub-Government contemplates a monopoly of all brewerles and distilleries. The detalls of the scheme as outlined by the lation Daily News are practically identical with those announced in the Express. The trial plan now and it is implied that there

# dation times GERMANS TO FOREGO SCHNAPPS. at \$5,000 a year. The bill was drawn under the super-

### of Alcohol Supply.

Special Cable Despatch to THE SUN. for the Advancement of lied in New York last night
Sun correspondent learned from an president of the Association for Labor Labor Legislation; Prof. Samuel McCune Lindcuble through the opera- perial Government will shortly issue say and Prof. Thomas O. Parkinson. a decree prohibiting the sale of distilled

"Schnapps," the traditional drink of Incident- the German workingman, will thus be admitted that since the unobtainable until the war is ended. ension fund for college The decree which is to enforce this pro \$10,000,000 with which it by Mr. Carnegie has proved meet the demands upon perance measure, however, but is made three occasions since then | necessary to conserve the supply of Fearing a possible shortage of from which product most of st denied that the Carnegie the spirits in Germany are distilled, started two years ago the Government proposes to make the Carnegie appropriated \$125,-No opposition is looked for when it

tag at its next session.

LEADERS KNOW

THAT HE'S BOSS

# Wife Says Husband WHITMAN LETS RIGGS NATIONAL BANK OF WASHINGTON FILES SUIT ACCUSING SECRETARY M'ADOO AND JOHN S. WILLIAMS OF TRYING TO WRECK IT

Election Law Changes and Labor Merger.

#### CONFERENCE ON MORE THAN THREE HOURS

ALBANY, April 12 .- Gov. Whitman plans of the Republican State organiza-

Five young men picked up the young him. It was the first of a series of woman and when they were about to similar meetings to be held this week, or demand an explanation from Latimer he until plans for winding up the business drew a revolver, put on speed and es- of the session of the Legislature are completed, it is asserted.

As a result of the Governor's taking stituting the party State nominating conventions. This had been a pet idea BRYAN, RUM FOE, CRITICISED, of the Republican organization, the scheme being to have enrolled voters dicated "a very rudimentary con- Jersey Branch of German-Ameri- ballot on the proposition to make sure can Alliance Goes After Secretary. that the State convention plan would be

Another big piece of legislation the the State Labor Department and the Workmen's Compensation Commission

#### New Bill Entered

industrial council of ten members-five

and without pay.

The Governor's sudden assumption of the dictatorship caused little surprise, but considerable comment at the Capitol. As stated in The Sun several weeks ago. William Barnes apparently has been keeping his hands off the Legislature with the idea that he would be called upon to step in and save the ship of state from going on the rocks. Both houses have been going along

derstanding as to legislation to be shelved or passed. This is directly opposed to usually well organized Republican

this penalty will be imposed, the jury having made a recommendation of mercy.

There was no call for William Barnes, however, but the Governor, seeing the need of interference, stepped into the breach. As a result of his action it is The jurors retired at 6:30 o'clock last now a certainty that the Legislature will be able to wind up its work and adjourn

### Leaders in Conference.

o'clock. At 11:30 Judge Nott was asked Executive Chamber the so-called "steering committee" of the Senate, conlican leader; Argetsinger of Monroe Extration, one peculiarly appropriate leading spirit of the trio and that the his spot, overshadowed as we are that the detective was the leading spirit of the trio and that the his spot, overshadowed as we are the his spot, overshadowed as we are the his spot, overshadowed as we are the leading spirit of the trio and that the Niagara, Walters of Onondaga and Spring of Chautauqua. Those represent-

and Means Committee.

When the election law amendments the jury retired after receiving this Assembly were found arrayed against instruction. hadly split that the Governor had to if it came to him containing the referendum, it is said, but it is known that the organization men fought strongly

for the proposition. When the labor consolidation bill came opposed to the State organization. measure introduced in the Legislature ate held a hearing last week, was drafted as a result of the work of Republican organization Senators, but the Governor opposed it, and as a result a new bill

### Civil Service Carried Out.

The new bill contains stringent pro-

The new bill provides for five indus-Cabinet is said to be considering the plan now and it is implied that there deputies, one in charge of inspection at may be a total prohibition of strong \$5,000, one in charge of the compensations. ommissioners to serve six years tion commission at \$6,000 and the third

vision of and has the approval of Prof. John R. Cummings of the University of Wisconsin, who is considered the Berlin, via London, April 12.—The and three instructors of Columbia University, Prof. Henry S. Seager, who is

## VETOES ANTI-LINDSEY BILLS.

### Governor Acts as Grand Jury: Ex-

DENVER, April 12 .- Gov. Carlson announced to-day his veto of the bills designed to transfer the authority and duties of Judge Ben B. Lindsey's juve-

sey was exonerated by the county Grand charge of criminal libel in connection for the sanction of the Reichsreflecting on the character of Judge Lindsey.

## Monell Sayre Asserts U. S. his wife with having attempted to drown Forces Legislature to Drop SWORN LETTER OF RIGGS NATIONAL BANK WHICH ACCUSES TREASURY OFFICIALS

COMPTROLLER OF THE CURRENCY.

WASHINGTON, D. C., out of the city.

one of them you have insulted its officers with some ment funds from the Riggs National Bank." direct imputation against their veracity or with some insinuation against their integrity.

Many of your questions were such as under the aw you had no right to ask and such therefore as we could have properly refused to answer; but we anyou from abusing the power of your great office to gratify your personal resentment.

#### A Review of Events.

that our forbearance has only invited your more persistent attacks, and we feel that we owe it to ourselves as well as to our stockholders to recall to your mind the events which convince us that your course is due to your personal hostility toward the fficers of this bank.

On December 3, 1913, the New York Tribune puba certain transaction conducted by you as Assistant Sec. able position defeated that purpose. retary of the Treasury, and when another article of sima request to call at the office of the Secretary of the fund controlled by the War Department,

Mr. Glover promptly complied with that request though he had not the remotest idea of why it was made. and he had hardly more than entered the Secretary's office when he was charged in the most offensive manner with having inspired those publications. Mr. Glover emphatically denied that charge and the Secretary then declared that if he (Glover) was not himself responsible for those articles they were instigated by some of his

Mr. Glover demanded to know who of his associates were supposed to be responsible, and the Secretary named the vice-presidents, Mr. Flather and Mr. Atles. Thereupon Mr. Glover replied that before accusing those gentlemen the Secretary of the Treasury should send for them and hear what they had to say about the

### The Bankers Examined.

that he had not been connected with the articles in any in that regard. way and had not known anything of them until his attention was called to them.

asserted, distinctly and unequivocally, that he was in called experts to assist you in that effort,

impropriety of a public official calling private citizens oath. into his office to examine and denounce them about a newspaper criticism we could not believe that a Secretary of the Treasury or an Assistant Secretary of the Treasury would abuse the power of his great office in order to avenge himself for what he supposed to be a political offence against him, and we had a right to expect that the disagreeable incident was closed when we left the Secretary's office. But that we were not to realize this just and reasonable expectation was soon made apparent by the following

### Incident About Taxes.

and the inevitable result of that was to create a respect. stringency in the local market at that time.

banks in proportion to their individual deposits, the mutilated or disposed of. theory being that the withdrawal for tax paying pur-

National Bank was excluded from all participation in any doubt, we make oath to this letter. the fund. The fact that the usual deposit was made a discrimination for which no reasonable excuse could alone subscribe. be given; and that discrimination becomes the more apparent and the more unjust when it is remembered that about one-fifth of the taxes of the District of Columbia are paid by our depositors and that the money with which those taxes are paid is drawn out of this bank. When we found that our bank had thus been dis- day of March, 1915.

criminated against we addressed under date of May 6.

March 9, 1915. 1914, a polite note to the Secretary of the Treasury

asking his reasons for the discrimination, Under date of June 11 the Secretary of the Treas Sir:-Your letter of February 26 was duly re- ury made a rather curt answer to our letter addressed ceived; but we have deferred our answer because one to him more than thirty days before, and in addition to of the officers whose signature it required was then what we think were his wholly insufficient reasons for refusing to deposit any part of the tax money with this During the past nine months you have written bank, and as if to emphasize his unreasonable hostility. more than forty letters to this bank and in almost every he told us that he intended "to withdraw all Govern-

#### "War on This Bank."

In pursuance of this open declaration of war on this bank the withdrawal of public funds from it was swered them in the expectation that when you were systematically inaugurated and in a very short time fully advised about the affairs of this bank and the more than \$1,200,000 were withdrawn. Such a withconduct of its officers your sense of official obligation drawal would embarrass a strong bank in an ordinary would prevail over your personal feeling and restrain time and under the financial conditions which then existed a bank of less than exceptional strength would have been seriously imperilled.

In a period of stress, when some banks were falling and all banks were striving to husband their resources, no reasonable depositor would have made an Your last letter, however, makes it manifest extraordinary and certainly not an unnecessary demand upon any bank; and that this demand, both extraordinary and unnecessary, should have been made by the Government of the United States and by the very department of the Government charged with the care and supervision of national banks, in a time of universal depression verging on a panic, evidences to our mind a deliberate purpose to wreck this bank lished an article severely criticising you with respect to if possible and nothing else than this bank's unassail-

The Treasury Department was not content to with ilar import appeared in the same paper on the following draw from this bank the funds subject to its own day Mr. C. C. Glover, the president of this bank, received control, but it insisted upon the withdrawal of a large

While the Secretary of the Treasury was with drawing the public deposits from this bank he was pursuing a different policy toward another bank, which supposed to enjoy your special favor, although every report which it has made to your office since you have been Comptroller of the Currency shows that it has been violating that section of the national bank act which limits its right to incur indebtedness; and the same reports show that on every statement day its reserve was below the amount required by law.

It would extend this communication beyond have passed between your office and this bank, because they cover more than four hundred printed pages. It moned to the Treasury Department, and there in your business practice which it has followed, nor have you presence and the presence of Mr. Elliott the Secretary suggested the adoption of any new or different business proceeded to question them about the newspaper ar- method, notwithstanding the fact that our board of ticles. He first questioned Mr. Flather, who declared directors by formal resolution invited your suggestion

matter for complaint, rather than for correction. In-The Secretary then turned to Mr. Alles and charged deed, so eager have you been to find some misconduct. National Bank, one of the strongest otherwise and your long continued him with having instigated the articles. Mr. Alles on the part of the officers of this bank that you have

no way responsible for them, but the Secretary grew You kept the regular bank examiner for this disincreasingly violent in his denunciation and finally trict, with an assistant, employed in an examination of exclaimed with an oath that he would order Mr. Alles it from the 13th of November, 1914, to the 16th of out of his office, and turning to Mr. Glover said: "Mr. January, 1915; and when that unprecedented examina-Glover, you know what this means to the Riggs Na. tion disclosed nothing which would support your attack you brought an examiner from another district and But notwithstanding the plain threat implied ordered him, in cooperation with your regular examiner. charge McAdoo and Williams in effect in this last expression and notwithstanding the gross to conduct a special examination of our officers under

### Patience Exhausted.

Patience with us has ceased to be a virtue and perhaps never was. Hitherto, although sorely tried. we have by forbearance endeavored to allay your passions and have continued to answer long beyond the time when self-respect and the good opinions of others warranted a different course.

We recognize to the fullest extent your official right and your official duty to give to this bank, as to all other banks under your jurisdiction, the most rigid supervision under the law; and we will in the future, as we have in the past, make full reports and complete answers to all lawful inquiries. But come what may we For many years it has been a habit with the will not further submit to or respond to inquiries that Washington public to pay its annual taxes during the palpably transcend official propriety or authority and last month in the year for which taxes are payable, which violate the common rules of decency and self-

Having submitted the foregoing we now comply In order to obviate that difficulty the Treasury with your request with respect to the destruction of the Department has made it a rule for the last eight or ten papers and records of this bank and say that neither years to deposit in the banks of this city, about the since the first of May, 1914, nor before that time, have usual tax paying time, a sum equal to the amount which any of the books of record or account or any portions is then withdrawn for the purpose of paying taxes, and thereof or any correspondence or reports or statements the sum so deposited has been distributed among the or vouchers or documents of this bank been destroyed,

Not only as a matter of compliance with your de poses would be approximately in the same proportion. mand, but also because we desire that certain matters But when the deposit was made last year the Riggs of fact in this communication shall be placed beyond

As only the president and the two vice-presidents with every national bank in Washington except this was have cognizance of all the facts herein stated, they

> CHARLES C. GLOVER, President. M. E. AILES, Vice-President. WILLIAM J. FLATHER, Vice-President. Subscribed and sworn to before me this, the ninth

WILLIAM H. DORSEY, Notary Public, D. C.

## COMPTROLLER WILLIAMS'S REPLY TO THE RIGGS NATIONAL BANK

sued this statement to-night: "I have not seen the bill filed by the complainants.

but have read the extracts furnished the press. "The recent investigations of the affairs of the Riggs National Bank disclosed irregularities and un-

WASHINGTON, April 12 .- Comptroller Williams is lawful practices on the part of certain officers of sufficient importance to merit their reference to the Department of Justice, and that department engaged the services of Louis D. Brandeis of Boston some weeks ago as special counsel in the case.

Continued on Second Page.

The Institution Gets an Injunction to Prevent the Comptroller From Penalizing It and From Maliciously Harassing It.

WILLIAMS ISSUES A COUNTER BLAST BITTERLY ASSAILING THE BANKERS

He Declares That They Unlawfully Got Dummy Loans From Their Own Institution---Fight Expected to Broaden.

HE Riggs National Bank of Washington, one of the most powerful financial institutions of the country, appealed to the Supreme Court of the District of Columbia yesterday to prevent Secretary McAdoo and Comptroller of the Currency Williams from continuing their alleged attempts to wreck the

In response to the petition, which in the form of a bill of complaint charges the Secretary and the Comptroller with conspiracy, the court granted a temporary injunction giving the

Comptroller Williams issued last night a counter blast against the Riggs National, in which he accuses the bank officers of many unlawful practices, and declares that they were at one time borrowers from their own bank, by direct and indirect means, of funds equal to two-thirds of the institution's capital.

Riggs National Bank in bringing the fight into the courts. This action is regarded as the beginning of a great struggle between McAdoo and Williams on one hand and banking

New York bankers generally approve the action of the

interests which they have attacked in one form or another. The effect, political and otherwise, upon the Administration is expected to be of a far reaching character. The Treasury officials are preparing to carry the battle along the

criminal lines if the course seems advisable. McAdoo's enmity against certain banking interests has been assigned to their refusal to support him in the tunnel project here.

Comptroller Williams is said to harbor a deep resentment

against the Riggs National Bank officials as the result of his Seaboard Air Line experiences. These and other points of friction have been much discussed in the banking circles of the East and the present suit

merely fulfils expectations of a tremendous conflict.

# BANK GETS INJUNCTION TO

WASHINGTON, April 12 .- The Riggs | made by your officers under oath or of the institutions of this city and defiance of the law and disregard for allied with the National City Bank | the instructions of this office, you are of New York, has appealed to the hereby notified that the Comptroller courts to protect it against the al- of the Currency will until further noleged malice of Secretary McAdoo and live refuse to approve the Riggs Na-John Skelton Williams, Comptroller tional Bank as a depository for the

The officers of this powerful bank with attempting to wreck the bank's business in order to vent their per- Riggs bank are among the most sonal vindictiveness. The officers powerful financial factors in this city further aver that Government and The officers are Charles C. Glover. other deposits have been forced from president; William J. Flather and them as the result of the McAdoo- Milton E. Alles, vice-presidents, and Williams campaign and they declare Henry H. Flather, cashier, that they have been harassed beyond Thomas Hyde, James M. Johnston. further endurance.

its remarkable petition in the Supreme A. Vanderlip, Milton E. Ailes, Henry H. Flather, Sylvester W. Labrot, H. R. Court of the District of Columbia got Dulany, Frederick D. a temporary injunction granting the Frank C. Henry, William H. Brownrelief asked pending argument on s April 16.

# Sensational Statement.

of the Currency, issued a statement things that have remained in Compto-night making sensational charges troller Williams's mind. against the officers of the Riggs National Bank. He accused them of ir- clais to the Riggs bank was apparent regularities and unlawful practices McAdoo entered the Treasury Departand described their court action as an | ment. effort to pose as martyrs.

He announced that the practices ment denouncing the Riggs bank for complained of were of sufficient im- obtaining information which was open portance to warrant their reference to to all at the office of the Comptroller the Department of Justice. He added of the Currency. Since then it has that the Department had engaged been a matter of common comment if Washington that Secretary McAdo Louis D. Brandels, the Boston lawyer, and Comptroller Williams were subas counsel in the case, probably for jecting the Riggs National to a erthe purpose of ascertaining whether ing examination covering many years or not the facts warrant prosecutions. | before he entered office.

Comptroller Williams is careful to A Bigger Fight Promised. point out that the Riggs National The significance of to-day's court Bank is entirely solvent, but charges action is regarded here as going dummy loans to themselves and other the open between the present re-

extraordinary announcement:
"In view of the unsatisfactory and the Government deposits which were withdrawn from the bank it is dargerous conditions which have come said the bank has now larger deposits

to light as the result of the investiga- than it had before the Willia tions of the bank by this office and the tacks began. the national bank examiner; in view when the bank officers failed to c

The officers and directors of the

William J. Flather, S. R. Ross Peary. The bank shortly after the filing of Henry Hurt, John R. McLean, Frank on, Charles I. Corby, Joseph Paul and Robert C. Wilkins.

Milton E. Ailes, the vice-president succeeded John Skelton Willfams as director of the Seaboard Air Line when John Skelton Williams, Comptroller the latter was forced out, and it has been charged that this is one of the

The hostility of the Treasury offi-

He announced that the practices tary McAdoo did was to issue a state-

that if the practices of the officers had youd the Riggs National Bank. Other been permitted to continue the results banks have, it is understood, been su would have been serious. He accuses the officers of the bank of making to mark the beginning of a fight in parties of conducting a stock broker-age business and of making false | in the Treasury Department and the Riggs National's allied interests. age business and of making false. The statement by the officers shows statements in reply to his inquiries. In the Williams statement was this 000, a surplus of \$2,000,000 and more

of the unreliability of the statements with a demand for the history of a